GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Home Department – The Andhra Pradesh Protection of Depositors of Financial Establishments Act, 1999 - Cases against Aegis Pariwar Mutually Aided Co-operative Credit Society Limited, Vijayawada and its sister concern companies in Cr.No. 653/2017 of Rayachoti U/G Police Station, Kadapa District, Cr.No.37/2017 of Proddutur-II town Police Station, Kadapa District and Cr.No.321/2016 of Machavaram Police Station, Vijayawada under sections 406,409,420, 477(A) and 120(B) read with section 34 of the Indian Penal Code, 1860 and section 38(2) of the Andhra Pradesh Mutually Aided Co-operative Societies Act,1995 and section 5 of the Andhra Pradesh Protection of Depositors of Financial Establishments Act, 1999 - Attachment of immovable properties – Ad-interim - Orders -Issued.

HOME (GENERAL.A) DEPARTMENT

G.O.Ms.No.**26** Dated: 09-02-2023.
Read the following:-

1. G.O.Ms.No.193, Home (General B) Department, dated 23-08-2001.
2. From the Additional Director General of Police, Crime Investigation Department, Andhra Pradesh, Mangalagiri, Guntur District Letter C.No. 746/C-11/EOW/CID-AP/2020, dated: 07-12-2022.

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O R D E R:

Whereas, in the G.O. first read above, Government have appointed the Additional Director General of Police, Crime Investigation Department, Andhra Pradesh, as the case may be, as the "Competent Authority" under sub-section(1) of section-4 of the Andhra Pradesh Protection of Depositors of Financial Establishments Act, 1999 (Andhra Pradesh Act No.17 of 1999) to safeguard the interests of the depositors and to exercise control over the properties attached by the Government under sections 3 and 8 of the said Act.

2. And whereas, in the letter second read above, the Additional Director General of Police, Crime Investigation Department, Andhra Pradesh, Mangalagiri has reported that, the Aegis Pariwar Mutually Aided Co-Operative Credit Society has registered on 29.11.2012 vide Registration No.AMC/KNA/DCO/2015/215 located at D.No. 40-6/ 3-9, 3rd Floor, Vaishanvi Plaza, near V.P.S Public School, Moghalarajapuram, Vijayawada by the accused-1 Sri Modadugu Srinivasulu as Managing Director and his wife Smt.Modadugu Sumalatha (A-2) as President/Director along with other Members/Directors. After registration of the said Society, they started the business during the year 2013-14. As per bye-law, the functioning of the said Society has right to collection of deposits and gives loans within Krishna District only. But, the management of the Society extending the area of operation without taking permission from the concerned Department and has opened 40 branches in 17 Districts of erstwhile united Andhra Pradesh and conducted banking business by collecting deposits illegally and issuing loans of various types without admitting the depositors or loans as the members. Further, the said accused established eight sister concern companies i.e., (i) Aegis Life Care Private Limited (ii) Aegis Green Farms and Constructions Limited (3) Aegis Mudra Projects Private Limited (4) Aegis Organics Private Limited (5) Aegis Renewable Energy Private Limited (6) Aegis Pragathi Producer Company Limited (7) Aegis Right Mercantile Private Limited (8) Najcom Aegis Infracon Private Limited, among them six companies of registered addresses is one and the same i.e., D.No.40-6/3-9, Vaishnavi Plaza, 3rd Floor Near V. P. Siddartha Public School, Mogalraj Puram Vijayawada, but there is no such establishments are there and one Society i.e., Avani Multi Purpose Multi State Co-Operative Society Limited, Ongole, Andhra Pradesh.

3. And whereas, the Additional Director General of Police, Crime Investigation Department, Andhra Pradesh, Mangalagiri has further reported that, all accused gave vide publicity to the people to enlist as members for recurring deposits and fixed deposits in their firm and after the maturity of the same they will pay back their amount with good interest as 4% to 12% on daily deposits, 8% to 12% on fixed deposits, 10% to 13% on monthly income scheme, 10% to 12% on monthly deposits.

Believing the above deceptive words of the accused of above firm enlisted as many as 579 or more members in Produtur, Badwel, Rayachoti and Pulivendula Mandals as well as in Krishna District by recruiting the agents and collected deposits Rs.2,15,59,008/-. Though the maturity time of their deposits exhausted, the above firm failed to pay back the same and in the year 2016-17 all the branches of the above firm had been closed and windup the Society. Thus, the members who enlisted in the above firm became the victims and sustained heavy loss. Basing on complaints, the following cases were registered at various Police Stations. All the cases were taken over by the Crime Investigation Department for further investigation and all the cases are under investigation.

Sl.No. (1)	Cr.No & Police Station (2)	District (3)
1	Cr.No.653/2017of Rayachoti U/G	Kadapa
2	Cr.No.37/2017of Proddutur	Kadapa
3	Cr.No.321/ 2016 of Machavaram	Vijayawada

4. And whereas, the Additional Director General of Police, Crime Investigation Department, Andhra Pradesh, Mangalagiri has further reported that, the accused deliberately cheated the public by collecting huge amounts as deposits from hundreds of depositors in erstwhile united Andhra Pradesh. The Society, its Managing Director and other Directors misappropriated the deposits collected from gullible depositors and by transferring huge amounts to its sister concern companies and purchased immovable properties. In the erstwhile united Andhra Pradesh they collected amount is about Rs.2,15,59,008/- from about 1649 depositor members. Some immovable properties located at different places in Andhra Pradesh State are identified. The details of the immovable properties are mentioned in the Annexure- I and II.

5. In the circumstances reported by the Additional Director General of Police, Crime Investigation Department, the Government after careful examination of the matter, have issued an ad-interim order under section 3 of the Andhra Pradesh Protection of Depositors of Financial Establishments Act, 1999 (Act No.17 of 1999) for attachment of immovable properties against mentioned in the **Annexure-I and II** to this order. And also authorize the Additional Director General of Police, Crime Investigation Department, Mangalagiri being the competent authority, so as to file affidavit before the Court concerned and to make the present orders for attachment of properties absolute.

6. The Additional Director General of Police, Crime Investigation Department, Andhra Pradesh, Mangalagiri, Guntur District and Competent Authority is hereby directed to take necessary further action as per the provisions of the said Act and Rules made there under, following due procedure and send compliance report to the Government.

(BY ORDER AND IN THE NAME OF GOVERNOR OF ANDHRA PRADESH)

HARISH KUMAR GUPTA
PRINCIPAL SECRETARY TO GOVERNMENT

To
The Additional Director General of Police, Crime Investigation Department/ Competent Authority, Mangalagiri, Andhra Pradesh.

Copy to:-

The Director General of Police, Andhra Pradesh, Mangalagiri.
The Commissioner & Inspector General of Registration & Stamps, Andhra Pradesh, Vijayawada.
The Private Secretary to Hon'ble Minister (Home), Andhra Pradesh.
Private Secretary to Principal Secretary, Home Department.
The Law (C) Department, Andhra Pradesh Secretariat.
Sf/Sc.

//FORWARDED :: BY ORDER//

SECTION OFFICER